G. R. S. 59] P 117 GPB—15,000—22-7-14

GENERAL AND REVENUE SECRETARIAT.

1913-14 Process
(G. R.) 15

File No. 67 of 13

Serial Nos. 1, 54, 108, 132, 135,
147, 148, 151, 160, 169
176, 180, 204, 210, 372
+373

Papers Filed.

Month February 1915

SUBJECT.

Grant of certain Concessions for starting a factory for the preparation of Pharmaceutical Products

PREVIOUS REFERENCES.	LATER REFERENCES.
	A+996-14 SC/12+20.
	S.R. 32-158, 10, 11, 1374, R. June 16
	Secl. 17-20 (55, 61, 65, 69, 74, 78A

DT/20.4.15

G.R.S. 11] 1913-14

GENERAL AND REVENUE SECRETARIAT.

(Genl Misc.)

NOTES.

G.M- File No. 67-13.

FILE HEADING.

Industries and Commerce in Mysore.

From

The Secretary to the Eco. Conf.ce

No. 20. Dated 2.7.1913 Received 4.7.1913

Diary No. 109	Enclos. 3 Spare Copies.	Serial No. 1.

BRIEF ABSTRACT OF LETTER.

Submits for the orders of Govt. a proposal of the Committee for Industries and Commerce to grant certain concessions to one M^r. Moore for starting a factory for the manufacture of pharmaceutical preparations.

NOTES AND ORDERS.

From the papers forming the enclosure to the above communication it will be seen that the promoters of this ~~Com~~ Concern are Dr. John Macdonald Moore and M^r. A. Bell of Bombay. The latter gentleman had submitted

NOTES—First Sheet.

GPB—30,000—12-8-11

. R. S. 12]

General and Revenue Secretariat.

G.M. File No. 67 of 1913-14

Serial No.

109

an application to the Conference Authorities on this matter once before; but it did not receive the favourable consideration of the Govt., as the Director of Industries did not support it. It appears desirable to obtain for reference the Conference Office file relating to this application. A draft calling for it is put up.

(2) In April last the Govt. granted certain concessions to a similar concern called "The Mysore Chemical and Pharmaceutical Works Ltd." on the application of its promoter Mr. Jamsetji Nusserwanji. But from what the Director of Industries has stated regarding it in his "report of work done" received last April, the undertaking does not appear to be a promising one.

9.7.13.

(3) Please issue D.O. put up.

Issued No. G. 245 dt 9.7.13

D. 220 from Mr. C. Ranganatha Rao table forwarding the file

(4) Subd with the file

10.7.13 Secretary

10.7.13.

NOTE—Contn. sheet.

GPE—65,000—17-6-12.

General and Revenue Secretariat.

G.M. File No. 67 of 1913-14

Serial No.

manufacture or upon the finished product exported beyond seas for consumption.

(8) The other concessions are of minor importance.

(9) The Excise Comm^r may be consulted unofficially

C.S.B.
10/7/13

G.M. 9/7/13.

(10) Forwarded to the Excise Commissioner in Mysore for favour of opinion —

S. Ramaswamy
for Secy to Govt

11.7.13.

(11) I have already given my views in the matter upon a previous occasion, in connection with Iron Masters' application. As I find that the D.C. member of the Conference with the Iron Masters were inclined in their recommendation of the concessions to Messrs. Bell & Moore, I shall not commend such in their way by adding to my former proposals. I have carefully studied the question & append a typed note wherein which gives my views clearly. I must say that I am not prepared to recommend to Govt. any further than that is stated

NOTE—Contn. sheet.

5

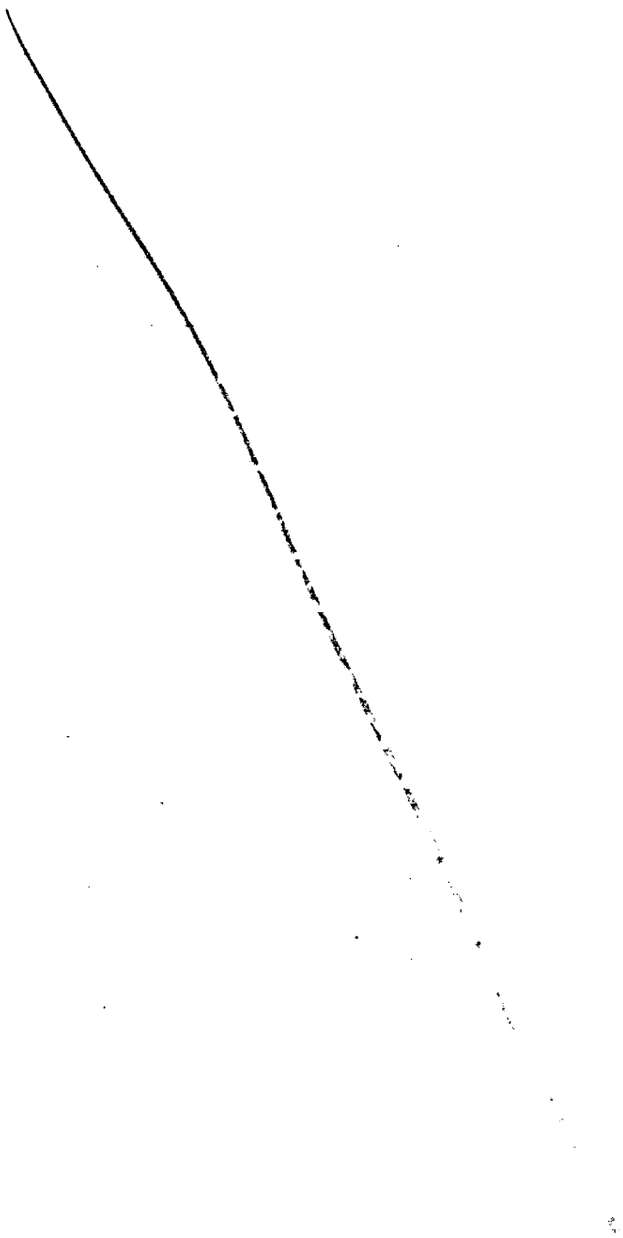
General and Revenue Secretariat.

Q. Sec. File No. 67 of 1913 – 14

Serial No.

in the note, which, it appears to me, is liberal enough for all practical purposes.

23/7/13



E—Contn. sheet.

GPB—65,000—17-6-12.

12. (1) Taking the probable quantity required by the Company to be 3,500 gallons of 60° O.P. per month or about 7,500 gallons in terms of the issuable strength of 25° U.P. or an additional fifth of the quantity now issued for the consumption of the shops in the State will have to be provided for. This involves considerable outlay. The extra accommodation required may roughly be estimated to cost -- about Rs.10,000. This, though met by Government in the first instance, will be recouped in the shape of enhanced rent from the Manufacturers. The cost of the establishment necessary for the purpose of issue at the Distillery and for a Bonded warehouse at the works will have to be borne by the Company. This may be put down roughly at Rs.2,500 a year.

7,000 for a wash room of 130 x 20, &

3,000 for a warehouse and other incidental charges.

(1)	1 Inspector on Rs.40 + 20	60
	2 Sub-Inspectors on Rs.12 each	24
	4 peons on Rs.8 each ---	32
(2)	1 Asst.Inspector on Rs.25 + 10	35
	4 Menials @ Rs.10 each	40
		191x12
		2,292
	Contingencies	208
	Total Rs.2,500 /	

(2) The duty on this quantity of liquor is recommended to be remitted. It may be -- pointed out that the duty on 42,000 gallons amounts to a little above 4¼ lacs of rupees at Rs.10-2-2 per gallon. To forego the whole would place no check on the demand. To infuse greater interest in the control of the spirit 1,000 gallons every month may be given duty free while 2,500 gallons may be charged with half duty. By this arrangement the Government will have remitted Rs.22,804-11-0 per month and if this concession should continue for 5 years, the amount remitted in favour of the

	Rs.
1,000 gallons ---10135- 6-8	
2,500 gallons @ half duty---12669- 4-4	
	Rs.22804-11-0

Company

Company will come up to Rs.13,68,281-4-0. Thus it will be seen that a concession of 13½ lacs out of a legitimate demand of 21¼ lacs is granted.

(3.) As regards the other concessions -- asked for, the duty on articles consumed out side the State may be remitted while on --- articles consumed within, no duty may be -- levied for the period recommended, and even thereafter, if the furnished products should be found to contain such small quantities of alcohol as may not be used as intoxicants, they may also be exempted as in the case of drug-compounds, (recommended on a separate reference.)

(4.) I may also suggest that as a condition for all these concessions, the concessionaries may be asked to train up local -- talent as may be recommended to them in the industry.

23/7/13

General and Revenue Secretariat.

S. R. File No. 67 of 1913-13

Serial No.

13 Subd for orders.

WM. Secretary). 23.7.13. kz 23.7.13.

1C-1 220 4197 25-7-13

14 Subd to the Deputy for orders.

CSS 24/7/13.

15 As regards the four concessions recommended by the Industries and Commerce Committee set forth in para 4 of the letter under disposal, I agree generally with the views expressed by the Second Councillor.

16 Item 4 may be sanctioned and items 2 and 3 may also be sanctioned for a period of five years ~~at~~ for the present.

17 As regards item 1, I agree that it would be a liberal concession to supply 1,000 gallons of alcohol every month duty free and 2,500 gallons on payment of half duty subject to such restrictions as may be necessary to prevent the alcohol from being used for other than bonafide manufacturing purposes.

18 Please consult the Financial Secretary and circulate to First Councillor. The File may be returned to me early with a draft order approved by the Second Councillor.

19 I shall be glad if the Secretary will be so good as to see that final orders issue before the 5th August.

NOTE—Contn. sheet.

GPB—65,000—17-6-12.

General and Revenue Secretariat.

G. File No. 67 of 1913-14

Serial No.

Fcmis 168-13

August. When the concessions to be granted are settled, and approved by His Highness, the applicants should be informally communicated with. The concessions should be made public only in case the applicants accept the terms and are prepared to start work as early as practicable.

20. 26.7.13. RG

To F&L Secy for favour of issue.

28/7/13

21. Subd Blk 28/7/13 All the Concessions Except that for Alcohol may be granted. As regards Alcohol half duty may perhaps be levied as already opined on all counts. All the papers returned to Secy for Information.

28.7.13.

22

About (4) no objn.

23 About (2) no objn for 5 years for the present. May perhaps be continued afterwards.

24. About (3), this can be allowed for a limited period only and provided that nothing is manufactured or sold which though technically a pharmaceutical preparation can be used as an intoxicant. Nothing can be allowed which will affect the Excise revenue.

NOTE—Contn. sheet.

GPB—65,000—17-6-12.

(10

[R. S. 12]

General and Revenue Secretariat.

G. R. File No. 67 of 1913-14

Serial No.

About (1), I do not know why it is considered that a factory for the ~~preparation~~ manufacture of pharmaceutical preparations cannot be successful without duty-free alcohol. As far as I know none of the firms in Bengal or Bombay side enjoy such a concession. The Bengal Chemical and Pharmaceutical works import their spirit from Java and Germany and pay full duty + ~~Calcd~~ apparently the factories in the Bombay Presidency do the same. I do not think that any concession beyond granting alcohol at half duty for five years only is really called for. After five years full duty must be paid. ~~fee~~. To allow 12000 gallons a year absolutely duty free would in my opinion be going much further than the circumstances of the case justify. JM 1/8

Subd for orders

DR Hall 2-8-13 Secretary.

2-8-13

Subd to Sec

C83 4/8/13

NOTE—Contn. sheet.

GPB—65,000—17-6-12.

C.R. S. 12]

General and Revenue Secretariat. File No. of 191

Serial No.

25- As far as I can see from the papers, the advantage is almost wholly one-sided. The indefinite statements that the capital would be subscribed for locally, & that local ryots would derive advantage from stimulated growth of new products are not sufficient to show that the State will have any ~~substant~~ substantial benefits to show for the valuable concessions demanded. The difference in price between crude materials used and the finished products must be something very large, and I can hardly believe that the Company cannot realise profits adequate enough to permit payment of duty on ~~alc~~ alcohol consumed in the process of manufacture. The work of such a Company is almost certain to be carried in such a way as not to initiate any local men in the mysteries of the important processes

NOTE—Contn. sheet.

GPR—65,000—17-6-12

Serial No.

involved; and except the bare satisfaction of having such a manufactory in our territory, I do not think either the State or the people of the State will obtain any appreciable advantage out of the Concern.

26- I am therefore unable to support the grant of any further concessions than those recommended by the Jt Secretary. If such Concessions in British India can be worked with alcohol paying full duty, this particular Company will start with a great advantage if supplied with alcohol on half duty.

27. If waste lands are available, the extent asked for may be given free of tax for ~~25~~ 20 years or as long as the place is used for these works.

NOTE—Contn. sheet.

GPE—6,000—17-6-12.

General and Revenue Secretariat. | File No. | of 191

Serial No.

1

W. About duty on products exported, we may follow the same rule as applies to Spirits exported for consumption outside.

Q. Duty (if any) on manufactured products may be excused for 5 years, provided of course they do not compete with the intoxicant liquors sold within the State.

5/8/13

Sub to Secretary.

In view of the difference in the opinions expressed further instructions are solicited about the preparation of draft rules. I append a statement showing in a tabular form the concessions recommended by the various authorities who have dealt with the subject.

CBB 9/8/13

4573.

Rec'd 13/8/13

NOTE—Contn. sheet.

GPE—60,000—17-6-12.

Submitted to His Highness.

31

I submit herewith a file relating to the grant of certain concessions to Mr. Moore and Mr. Pel to start pharmaceutical works in Mysore.

0.

(2.) In April last some concessions were granted to a Mr. Irwin Monro to start wood-distillation and pharmaceutical works, but the concessions have not been taken up and the projected company has not been formed.

(3.) Mr. Pell, who was also an applicant for concessions at the time, has renewed his application in conjunction with a Dr. Moore.

5

(4.) The concessions they ask for, are, (i) the right to purchase and export alcohol, as a means of manufacture, and as a constituent of certain pharmaceutical and chemical preparations, free of duty, and (ii) the grant, if practicable, of ten acres of land near Bangalore and the Railway on which to erect laboratories, storehouses, residential quarters etc.

(5.) If the concessions are granted the promoters will float a company with a capital of 5 lakhs of rupees, and place the concern on a working basis within 9 months from the date the concessions are granted. They are prepared to deposit Rs.5,000 in any bank as a guarantee of their bona fides.

(6.) The Committee for Industries and Commerce which considered the application, has recommended certain concessions.

15

T

(7.) The appended statement gives in a tabular form for convenience of reference, the recommendations of the Commitee and the opinions of the Excise Commissioner and the Second Councillor, the Financial Secretary and the First Councillor on the various points involved in the case.

(8.) After a careful consideration of the opinions expressed, it seems to me that the following concessions may be granted :-

(i) The alcohol required for manufacture may be given at the cost price of manufacture plus half the usual duty for a period of five years, full duty being payable thereafter. Half the duty will thus be remitted for a period of five years.

(ii) Preparations containing alcohol may be allowed to be exported under the same rules as apply to spirits exported outside the State under Notification Fl.2819/S.R.30-04-3 dated 15/18 November 1904, but for a period of five years free of any duty other than that leviable under (i).

(iii) Preparations containing alcohol may be allowed to be sold in the State free of duty other than that leviable under (i) for a period of five years, provided that they do not compete with intoxicating liquors manufactured and sold by the Excise Department.

(iv) A site for the factory in a locality approved by Government may be granted at a reasonbale price if the land belongs to Government, or at the actual cost of acquisition if private land has to be acquired. The site will not be liable to any Government tax for a period of 20 years or shorter time during which the place is used for these works.

(9.) The grant of these concessions may be subject to the following conditions :-

(i) That half the subscribed capital of the Company should continue to be held by subjects of the Mysore State and residents of the

Civil and Military Station.

(ii) That the Company undertakes to train in all the processes of manufacture not mor than 6 apprentices at a time selected by Government.

(10.) If these concessions are approved by His Hig ness, the promoters will be communicated with, and, on their accepting them, a formal order may issue.

M. Visvesvaraya
21st July 1913.

17

Record of Cases submitted for the Orders of His Highness the Maharaja

Subject.

1636
21.8.13

Grant of certain concessions to Mr. Moore and Mr. Pell for starting pharmaceutical works in Mysore.

163

Order.

32. Approved

~~KRW~~

25/8/13

Secretary

25-8-13

RC

33 - Please put up draft letter to Secy E.C communicating concessions & conditions sanctioned to ascertain whether Mr. Pell & Mr. Moore accept them &c -

25/8/13

RC

General and Revenue Secretariat.

G.M. File No. 67 of 1913-14.

Serial No.	
	34. Draft fwd. W. 28-11-13. (Secretary) 29. 29-11-13.
220	35 Issue
	54 To the Secy E.C. G. 2233 dy 6-4-3 With reference to the above requesting him to ascertain privately whether the promoters of the proposed Company would accept certain concessions which Govt are prepared to grant subject to some conditions in addition to those agreed to
	188 From the Secy, Economic Conference. No. 465 dy 6-11-1913. States that Dr. Moore [illegible] the conditions mentioned in [illegible] except those relating to the levy of export duty and the [illegible] of apprentices and that the [illegible] & Commerce Committee commend the favourable consideration of the proposals as thus modified.
Secy	36 The promoters of the Company

NOTE—Contn. sheet.

require the condition regarding the levy of export duty on preparations containing alcohol to be dispensed with on the ground that as a similar duty will have to be paid in British India on such articles, the double levy will seriously handicap the Company in competition with goods imported from Europe which would pay duty to only one Govt. ~~According to the terms offered at present Govt. are not intended that~~ this exemption would be granted for years.

37 As regards the training of apprentices, the promoters desire that they should be at liberty to decline to take any one as apprentice who, in their opinion, would be unsuitable.

38 With the above alterations Dr. Norman Bell are stated to be prepared to accept the concessions offered by Govt.

H. Bell 13.11.13. Secretary

hm 14.11.13.

39 Please put up a draft order granting the Concessions with the modifications recommended by the Committee &c.

C&S 15/11/13

hm

Draft submitted.

H. Bell (43) 17.11.13. Secretary

hm 17.11.13.

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

(30)

General and Revenue Secretariat. | Gn File No. 67 of 1913.

Serial No.

(42) I herewith submit a draft order based on the recommendations of the JoC Committee.

Dewan through 2nd Cr) CSB 28/11/13

(43) may be approved

Dewan) 29/11

6333
1.12.18

NOTE—Contn. sheet.

GPB—68,000—7-11-18

(21)

Submitted to His Highness.

(44)

M.

In continuation of my note No.1636 dated the 21st August 1913, I submit herewith a draft order granting certain concessions for starting a factory for the manufacture of pharmaceutical preparations in the State.

2. The promoters of the Company, who were communicated with, have agreed to the conditions laid down with the following exceptions:-

They desire that the condition regarding the levy of export duty on preparations containing alcohol may be dispensed with on the ground that, as a similar duty will have to be paid in British India on such articles, the double levy will seriously handicap the Company in competition with goods imported from Europe. As regards the training of apprentices, they desire that they should be at liberty to decline to take any one as apprentice who, in their opinion, would be unsuitable.

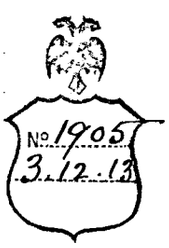
3. These modifications seem to be reasonable and have been embodied in the draft order.

4. The draft may be approved.

M. Visvesvaraya.
3rd Dec. 1913.

(2.2)

Record of Cases submitted for the Orders of His Highness the Maharaja



Subject.

Draft Order granting certain concessions for starting a factory for the manufacture of pharmaceutical preparations.

M-436

(45)

Order.

Approved
~~KRW~~
6/12/13

(46) Secretary
8.12.13.

(47) Issue draft
8/12/13

General and Revenue Secretariat. | G. R. File No. 67 of 1913-14

Serial No.

4021

(50) Off Do. put up accordingly

SM 23/12/13

RN 23/12.

Secy / (51) Issue

HBS 23/12/13

147 Do. No. G. 4854 d/27.12.13 from Mr. Chatterton — Invites his attention to Dr. Meek's letter of the 3rd Oct. last wherein he agrees to the condition proposed to be now modified and expresses the doubt if any modification is necessary as suggested.

148 Letter dated 23rd Dec. 1913 from Mr. A. Bell — Acknowledges receipt of the copy of Sl 132 sent with Economic Confr. Secretary's Do No. 628 dated 18/12/13, states that the amount to be deposited as guarantee has already been forwarded and requests modification of the first condition which he says would put a very undesirable restriction on the transfer of shares after the Company is at work.

(52) may Mr. Chatterton's reply to Sl 147 be awaited?

NOTE—Contn. sheet.

GPB—60,000—7-11-13

SM 31/12/13

RN 31/12

General and Revenue Secretariat.

G.-M.- File No. 67 of 1913-14

Serial No.

(53) Please instruct a reply to Mr Pell on the same lines as the letter to Mr Chatterton.

[The condition will restrict the freedom of Mysore subscribers]

CSS 7/1/14

WB 8/1/14

151 From the Manager, Bank of Mysore. No G 1/32 & 31-12-13

Intimates the receipt on the 31st December 1913 of Rs 50000 by draft on Bombay from Mr A Pell as earnest money on behalf of the Mysore Pharmaceuticals Ltd.

(54) Draft reply to Mr Pell is submitted. Orders appear to be necessary as to the disposal of the earnest-money deposited by the promoters of the Company in the Bank of Mysore ~~on account of the proposed~~ with intimation from the Bank. Sec. II may perhaps be consulted in the matter.

HF. 9-1-14.

WB 9/1/14

Secy Secy (55) Issue letter to Mr Pell & then consult Sec II about disposal of amount - it may be held as a fixed deposit for a period of 6 months or thereabouts

CSS 13/1/14

WB 15/1/14

NOTE—Contn. sheet.

GPB—60,000—7-11-13

G. R. S. 12]

General and Revenue Secretariat.

File No. 67 of 1913.

Serial No.	
160	To A Pelle Esq. Bombay No. G-5419 Dt 17.1.14 Acknowledges Dt. 14/8 and invites his attention to Dr Meares letter dt 2nd Sept/13 Secretary I.A.C in which he has intimated an unqualified condition to the purchase of half the shares of the Co by the Govt (56) This may now be sent to Branch II for favour of opinion on the point referred to in the Secy's note, on the previous page. W. 17-1-14. (57) Forwarded to Br II for favour of opinion 19/1/14
H Dis 847	Subd. 20/1/14 JL Secy) 20/1 (58) may be held as a fixed deposit for one year but the deposit should be in the name of the Mysore Govt. 24/1 To Br V 22/1/14 Secy & Extra) (59) Please write letter to Manager Bank of Mysore. (60) Draft submitted 23/4/14 23/4/14

NOTE—Contn. sheet.

GPB—60,000—7-11-13

Serial No.

(61) Issue -

(62) after hearing from the Bank again Mr Pell must be written to -

SBJ
24/1/14

KBJ
24/1/14

169 To

The Manager
Bank of Mysore.
No C 569 & 8 27.1.14

with reference to 1: 151 states that the amount Rs 5000 may be held as a fixed deposit for one year from the end of this purpose &c -

176 Letter dated 28th Jan 1914 from the manager of the Mysore Bank forwarding with refce to the above fixed deposit receipt No 2/49 for Rs 5000/-

Secretary's Order

(63) "BRV. Put up letter to Comptroller sending him the receipt for safe custody and return sometime before the expiry of the term."

(64) Off. submd
SN 5/2/14

Sec'y (HH)

Sd 6/2

NOTE—Contn. sheet.

GPB—60,000—7-11-13

(65) Issue
write
Comptroller
Mr Pell under
acknowt

SBJ 7/2/14

KBJ 7/2/14

X in a packet cover attached to the cover

X

550

G. R. S. 12]

General and Revenue Secretariat.

G. R. File No. 67 of 1913-14

Serial No.	
180	Letter No. G 1103 dated 9th Feb 1914 to the Comptroller Egypt — Forwards the receipt for safe custody [illegible] returns to this office about the letter from [illegible] next.
	(66) A Dft to Mr Bell as per Secy's orders is subd
	Mr Lee 3/3
	(67) Issue. Why this delay? SIOR 4/3
	+ Owing to pressure of work in all sections of the Secretariat due to want of hands, & also to having many urgent papers on hand.
204	Letter No. G 7043 dated 5th March 1914 to Mr A. Bell — States that intimation has been received from the Assyrie Bank to the effect that a sum of Rs 5000/- was paid by him to the Bank on the 31st Dec 1913 as earnest money on behalf of the Assyrie Pharmaceutical Ltd.
210	No. A. B VG/80 dt 11/13.2.14 from the Asst Comptroller acknowledging receipt of the cover, containing Receipt for Rs 5000/-, sent with Cl 180.
	(68) The papers will be in Secs' Mr Lee
	(69) Ok right SIOR 8/3

Not yet.

Wrote to him

NOTE—Contn. sheet.

It was sent in a sealed cover from the Secretary's office. 9-3.

GPB—60,000—7-11-13

C. R. S. 12]

General and Revenue Secretariat.

G. R. File No. 67 of 1913-14

Serial No.

(75) The site referred to above has been granted by the municipality (vide notice) and the report read today has been separately subd. today. May the Aff be the file issue now?

SN 16/1/15

(76) It is suggested that a formal enquiry be made & the exact position ascertained.

SN 18/1/15

Ann 18/1.

See 4/

(76) K. C. 7/1

372 Letter No. 2804 dated 28th January 1915 to Mr. A. Bell, West-End Hotel, Bangalore — Enquires what progress has been made in regard to the floating of the Company and the Capital.

375 Letter dated 1st February 1915 from Mr. A. Bell — Stating that the preliminary work of acquiring the land, registering the Company, starting the building & has been finished & further reports of progress duly furnished.

These papers will be sent to the records duly recorded

SN 9.2.15

Ann 10/2.

VOTE—Contn. sheet.

GPB—25,000—2-14

MYSORE ECONOMIC CONFERENCE.

No. 20 / E. C. Encs. 3 with its enclosures. Dated Bangalore, 2nd June 1913.

DIARY NO. 109 C
1913-1914
SECTION Genl Misc.
Bangalore No. 6713
Serial No. 1.

FROM

C. S. BALASUNDARAM IYER, ESQ., B.A.,
Secretary to the Mysore Economic Conference,

To

C.S.Balasundaram Iyer, Esq., B.A.,
Secretary to the Government of His Highness the Maharaja
of Mysore, Departments of Education, Agriculture,
Industries and Commerce, Bangalore.

SIR,

I have the honour to forward herewith, for the orders of Government, the marginally noted communications from the Secretary Industries and Commerce Committee, regarding the grant of certain concessions to Mr. Moore, to start a factory for the manufacture of pharmaceutical preparations, to be called "The Mysore Chemical Industries, Ltd".

1. Letter No. 2019 dated 12/5/1913 from the Secretary, Industries and Commerce Committee, forwarding the resolution of the Committee, recommending the grant of concessions to Mr. Moore.
   (Enclosures to the above)
   i. Copy of the Resolution of the Committee.
   ii. Copy of letter dated 16/4/13 from Messrs. Moore and Pell.
   iii. Letter No. 1157 dated 18/4/13 from the Director of Industries and Commerce.

2. Letter No. 2126 dated 4/6/13 from the Secretary, Industries and Commerce Committee re: the concessions to be granted, with the following enclosure:-
   Letter dated 2/6/13 from Mr. Moore.

3. Letter No. 2137 dated 7/9th June 1913 from the Secretary, Industries and Commerce Committee with the following enclosure:-
   Note on the application of Messrs. Moore and Pell.

2. The concessions asked for by Mr. Moore are as follows:-

(1) Right to purchase and export alcohol, as a means of manufacture and as a constituent of certain pharmaceutical and chemical preparations, free of duty.

GPB—1,000—1-4-13

(2) If practicable, grant of ten acres of land near Bangalore and the Railway, on which to erect Laboratories, store-houses, residential quarters, etc.

3. The Committee after a discussion over the application and a note prepared thereon by the Director of Industries and Commerce, have arrived at the conclusion that the following concessions may be granted:-

(1) Right to purchase alcohol at cost price, free of duty, for purposes of manufacture, provided the factory is regarded as a bonded warehouse.

(2) Right to export outside the State chemical preparations containing alcohol free of duty where duty will have to be paid in the place of destination.

(3) Right to sell preparations referred to in para (2) above within the State free of duty for a period of five years and thereafter on payment of usual duty.

(4) Government land if available may be granted for site of factory at reasonable price. In case private land has to be acquired, the land should be transferred to the Company for cost of acquisition.

4. From the letter dated the 2nd June 1913 from Mr. Moore, the promoter of the Company, it is seen that the capital of the Company will be Rs. 5,00,000, half of this amount will be called up in the first instance, the concern will be in working order within nine months from the date the concessions are granted and that a deposit of Rs 5,000 will be placed in any Bank chosen by the Committee, immediately the concessions are granted.

I have the honour to be,

Sir,

Your most obedient servant,

for Secretary.

No. 2019
E. 3

The Mysore Economic Conference,
Industries and Commerce Committee,
Dated Bangalore, 12 May 1913.

From

C. Ranganatha Rao Sahib, Esq., B.A.,B.L.,
Secretary, Industries and Commerce Committee.

To

C.S. Balasundaram Iyer, Esq., B.A.,
Secretary, The Mysore Economic Conference,
Bangalore.

S I R,

I have the honour to forward herewith, copy of resolution passed by the Committee at their last meeting on the 30th April 1913, recommending certain concessions to be granted to Mr. Moore to enable him to start a Factory for the manufacture of pharmaceutical preparations to be called "The Mysore Chemical Industries, Ltd".

The Note prepared by the Director of Industries on the application explains the reasons that have induced the Committee to recommend the concessions proposed to be granted.

The Committee feel that all alcohol that is destroyed in the course of manufacture should be exempted from duty and they accordingly recommend that alcohol should be allowed into the factory free of duty provided it is regarded as a bonded warehouse. In the case of pharmaceutical preparations that contain alcohol and that would accordingly be liable to pay duty the Committee are of opinion that the preparations that are exported outside the State and that have to pay duty at the place of destination should also be exempted from duty to avoid a double payment. It is only the preparations of the kind referred to above that are sold in the Province, that are justly liable to

pay

Proceedings of the eighteenth meeting of the Committee for Industries and Commerce, held at "RINGWOOD", High Ground, Bangalore, commencing from 12 noon on Wednesday the 30th April 1913.

- - - -

PHARMACEUTICAL WORKS:--

The application of Messrs. Moore and Pell for certain concessions to enable them to start a Company to be called "The Mysore Chemical Industries , Ltd., for the purpose of manufacturing pharmaceutical and other chemical preparations and the Note thereon prepared by the Director of Industries and Commerce were considered. After some discussion, it was unanimously resolved that the following concessions may be recommended to be granted:--

Resolution 7.

(1) Right to purchase alcohol at cost price free of duty for purposes of manufacture provided the factory is regarded as a bonded warehouse.

(2) Right to export outside the State, chemical preparations containing aocohol free of duty, where duty will have to be paid in the place of destination.

(3) Right to sell preparations referred to in para (2) above, within the State free of duty for a period of 5 years and thereafter on payment of usual duty.

(4) Government land, if available may be granted for site of factcry at reasonable price. In case private land has to be acquired the land should be transferred to the Company for cost of acquisition.

- - - -

" C O P Y "

Ranganatha Rao Sahib

Secretary, Industries and Commerce Committee.

Copy of letter dated 16th April 1913. from Messrs. Moore and Pell, "The Moors" Benson Road, Bangalore. to the Chairman, Council of Industries and Commerce, Mysore State Government, Bangalore.

Will you kindly consider the application for Concessions laid before your Council in August last by Messrs. J.Macdonald Moore and Alfred Pell, in connection with the proposal to found "The Mysore Chemical Industries Ltd" as withdrawn, and the following request respectfully submitted for the consideration of your Council.

1st. That the government of Mysore will grant us the right to purchase and export Alcohol, as a means of manufacture, and as a constituent of certain pharmaceutical and Chemical preparations, free of duty.

In connection with this request, we beg to submit that this is vitally necessary to the success of any such an industry, especially during the first few years of its existence, in order to enable outside competition to be met. On comparing the duties charged by the Governments of the United States of America. France. Holland etc., it will be obvious that the firms engaged in Chemical Industries operating there have a great advantage over an Indian Firm owing to the fact that their cost of production is much lower than in India, whilst the Excise duty imposed by the Government of the Mysore State makes an additional impost on the Local products. By the remission of the excise on Alcohol, the Local manufacturer is to a certain extent, helped in competing with the Foreign articles, thus making it possible to work at a profit, to the benefit of the state as well as that of those who have provided the financial means for establishing a new and important Industry. In this respect, we have pleasure in pointing out that the Capital of our Company will be purely Local, and that the

ompany has established a reputation and a large business connection, ome duty may be levied. Though the Mysore State, on account of its limate and the fertility of its soil, offers some advantages in connection with the preparation of pharmaceutical chemicals, the industry will have to be started under by no means easy circumstances, and during the first few years there will be much difficulty in organising it on a commercial basis. Large areas of land will have to be put under the cultivation of plants from which the various drugs are to be extracted; and the only possible way in which this can be done successfully is to make arrangements with land-holders and ryots to cultivate those plants. This will, undoubtedly, be a troublesome matter, and will take some time, and a good deal of capital will have to be sunk in the enterprise before any definite commercial results can be obtained.

Under these circumstances, I think the Committee should recommend the government to deal very liberally with the concessionaires in the matter of the duty of alcohol; for unless they do so, there is absolutely no prospect of establishing a manufacturing indutry of this kind in the State. It should, of course, be a stipulation in the concession that the rates charged by the Company in the Mysore State for its products should be high enough to prevent smuggling across the frontiers. In this matter, the interests of the Company will induce them to accept the condition, as they will not be anxious to share with the public whatever rebate in duty may be granted them.

- - - - -

Ranganatha Rao Sahib

Secretary, Industries and Commerce Committee.

Typd-A.M.S/22-4-13.

No.... 2126

Enc..1.

The Mysore Economic Conference

Industries & Commerce Committee

Dated Bangalore, 4th June 1913.

From

C. Ranganatha Rao Sahib Esquire B. A., B. L.,

Secretary, Industries and Commerce Committee.

To

C. S. Balasundaram Iyer Esquire B. A.,

Secretary, Mysore Economic Conference.

Sir,

With reference to your letter No. 1033 dated the 26th ult., requesting information on certain points regarding the concessions to be granted to the " Mysore Chemical Industries Ltd., ", I have the honour to forward herewith a copy of letter dated the 2nd instant from Mr. A. Pell, containing the required information.

I have the honour to be

Sir

Your most obedient servant

C Ranganatha Rao Sahib

Secretary

Industries and Commerce Committee

40

SASSOON HOUSE,

7, Elphinstone Circle,

B O M B A Y.

June 2nd 1913.

From

Dr. John Macdonald Moore

" The Moors ", Benson Road, Bangalore.

To

C. Ranganatha Rao Sahib Esquire B.A., B.L.,

Secretary, Industries and Commerce Committee.

Sir,

With reference to your number 2066 dated May 28th 1913.

I have the honour to reply to your favour as follows:-

1. The capital of the Company will be Rs. ~~5,00,000~~ 5,00,000/-, half of this amount will be called up in the first instance.

2. The concern will be in working order, within nine months from the date the concessions are granted.

3. A deposit of Rs. 5,000 will be placed in any Bank chosen by the Committee, immediately the concessions are granted.

As Dr. Moore and Mr. Pell who are the promoters of the scheme have to make special arrangements of their own, they would be extremely obliged if official notice of the concessions can be given to them early, in order that their personal arrange-ments can be put through immediately.

I have etc.,

Sd/- A. P E L L

for self and Dr. Moore.

" Copy "

C. Ranganatha Rao Sahib

Secretary, Industries & Commerce Committee.

No. 2137.

Enc..2.

The Mysore Economic Conference

Industries and Commerce Committee

Dated Bangalore, 7th June 1913

From

C. Ranganatha Rao Sahib Esquire B.A., B.L.,

Secretary, Industries & Commerce Committee

To

C. S. Balasundaram Iyer Esquire B.A.,

Secretary, Mysore Economic Conference

Sir,

I have the honour to forward herewith a note on the application of Messrs. Moore and Bell for the grant of certain concessions to enable them to start Pharmaceutical and Chemical Works in Bangalore, as desired by you, on the letter from the Firm to the Dewan which is enclosed herein.

I have the honour to be

Sir

Your most obedient servant

C. Ranganatha Rao Sahib

Secretary

Industries and Commerce Committee

N O T E.

Messrs. Moore and Pell applied for the grant of the following concessions to enable them to start Pharmaceutical and Chemical Works in Bangalore.--

1. Right to purchase alcohol free of duty
2. A grant of 10 acres of land near Bangalore for laboratories.

Mr. Chatterton suggested that it was not commercially feasible for any factory to pay duty on alcohol that is lost in the stills and recommended that the factory may be supplied free of duty with all the alcohol required for the manufacture of Pharmaceutical Chemicals, provided it is regarded as @ bonded warehouse.

As regards the manufactured products, that contained alcohol and that ~~that~~ would in the ordinary course have to pay duty, he suggested that duty may be excused on such of these as are exported outside the State. In the case of articles mentioned above, that are consumed within the State, he was of opinion that the payment of the duty may be excused for a short period, in consideration of the heavy outlay that is necessary to start Pharmaceutical works.

The Committee accepted Mr. Chatterton's recommendations and suggested that a period of five years may be fixed as the limit within which the Pharmaceutical Chemicals containing alcohol sold within the State may be exempted from duty.

The resolution of the Committee has been sent to the Secretary of the Economic Conference with letter No. 2019, dated the 12th May 1913,

from this office.

Meanwhile, in response to enquiries made by this office, at the instance of the Secretary, Economic Conference, Mr. Pell has stated in his letter dated the 2nd June 1913 that the capital of the Company would be five lakhs, half of which would be called up in the first instance, that the concern would be in working order within 9 months of the date the concessions are granted, and that a deposit of five thousand rupees will be placed in any Bank chosen by the Committee as a guarantee for starting the factory.

The applicants have hitherto made no request as regards any financial assistance to the Company in their present proposal. The question of the State taking any financial interest in the Company that is now suggested in Mr. Pell's letter to the Dewan, was not placed before the Committee and has not been considered by them.

Secretary, Industries and Commerce Committee.

G. R. S. 26]

fm. File No. 6773
Serial No. 52

Diary No. of letter replied to 109-

No. G. 2128

eneral and Revenue Secretariat
( )
, *the* 191 .

To
The Secretary
to the Tyssen Commissioners

Date of issue 2.9.13

Signed by [illegible]

Sir,

With reference to your letter No. 20 dated the 22nd. July 1913 submitting for the orders of Govt. the recommendations of the Industries and Commerce Committee on an application of Messrs. J. M. Moore and A. Bell for certain concessions to start a factory for the manufacture

(to be called "The Tyssen Chemical Industries Ltd.")

P.T. over.

SUBJECT.

of pharmaceutical preparations, I am directed to request you to ascertain and intimate whether the promoters of the proposed Company would accept the ~~following~~ marginally noted × concessions which Govt. are prepared to grant subject to the ~~understanding~~ Conditions in addition to those agreed to by the applicants, that half the subscribed Capital of the Company should continue to be held by Subjects of the Mysore State and residents of the C.H.M. States, Bangalore, and that the Company should undertake to train in all the processes of manufacture ~~not less than~~ apprentices, not exceeding 6 in number at a time, selected by Govt.

I have etc.

C.S.S.

Secy to Govt

29.8.13.

× .

(i) Supply of the alcohol reqd. for manufacture at the cost price of manufacture plus half the usual duty, for a period of 5 years, full duty being payable thereafter.

(ii) Permission to export prep.ns contg alcohol under the same rules as apply to Spirits exported outside the State under Notn. No. Ft. 2819-5-R-30-04-3 dd. 15/18.11.04, but for a period of five years free of any duty other than that leviable under (i) supra.

(iii) Permission to sell preps contg alcohol in the State free of duty other than that leviable under (i) supra for a period of five years, provided that they do not compete with indigenous preparations manufactured & sold by the Govt.

(iv) Grant of a site for the factory in a locality approved by Govt. at a reasonable price, if the land belongs to Govt or at the actual cost of acqn if private land has to be acquired, the site not being liable to any Govt. tax for a period of 10 years or any shorter time during which the place is used for these works.

~~List of enclosures.~~

Copied by

Examined by

GPB—25,000—8-8-11.

MYSORE ECONOMIC CONFERENCE.

No. 465 E. C. ——Encs. Three. *Dated Bangalore,* 6th November 1913.

DIARY No. 3082.

FROM

C. S. BALASUNDARAM IYER, ESQ., B.A.,
Secretary to the Mysore Economic Conference,
Bangalore.

10/3-13
SECTION
D.L.I. No.

To

C.S. Balasundaram Iyer, Esq, B.A.,
Secretary to Government
for Education and Agriculture, Bangalore.

SIR,

With reference to your letter No.G.2233/ G.M. 67-13-54 dated 6th September 1913, requesting me to ascertain and intimate whether the promoters of " The Mysore Chemical Industries Ltd," would accept the concessions which the Government are prepared to grant, I have the honour to forward herewith for orders of - - - Government copy of letter C. No. A dated 3rd November 1913, from the Secretary, Industries and Commerce Committee, forwarding a copy of a letter from Dr. Moore the promoter of the Company, in the matter and stating that it was placed before the Industries and Commerce Committee at its meeting held on the 25th October 1913, and the Committee after a careful consideration over the letter has resolved 'that the modifications suggested by Dr. Moore in the concessions proposed by Government are reasonable and that Government be requested to bestow favourable consideration on the proposals as finally suggested.'

Copy of letter from Dr.Moore together with a copy of abstract of discussion at the meeting of the Committee is enclosed herein for information.

I have the honour to be,
Sir,
Your most obedient servant,

C.S.

for Secretary.

GPB—1,000—1-4-13

A-1

Letter No.C.A dated 1st/3rd November 1913, from the Secretary, Industries and Commerce Committee to the Secretary, Mysore Economic Conference.

I have the honour to forward herewith copy of letter dated the 3rd October 1913, received from Dr.Moore in reply to your letter No. 316 dated the 9th/12th September 1913, communicating the concessions that Government would be prepared to grant to him and Mr. Pell in the event of their starting Pharmaceutical and Chemical Works in Mysore. The letter of Dr. Moore was placed before the Committee at their last meeting on the 25th October 1913. The resolution passed by the Committee after careful discussion of the matter is as follows:-

The Committee feel that a large portion of the pharmaceutical preparation manufactured by the Company will have to find a suitable market in British India if the undertaking is to prove a financial success. As such of the preparations as contain alcohol have to pay duty on their entry into British India, the levy of duty in Mysore also would considerably handicap the Company in competing against preparations imported from Europe. Although the exemption of duty on preparations sent outside the State would mean a considerable reduction in the revenue otherwise derivable, still the establishment of pharmaceutical works is not without advantage to the State. The recovery of duty on the alcoholic pharmaceuticals sold in the State will in time represent a fair revenue to the Government while the establishment of such works in the State will afford a suitable market for the raw material that is locally available. A number of young men will be trained in a new industry and as half the capital will be raised in the State a fair proportion of the profits made by the Company will be distributed among the people of Mysore. The Committee are informed that the applicants are in every way qualified to make a financial success of the undertaking and as the modifications suggested by them in the concessions proposed by Government are reasonable the Committee would earnestly recommend them to the early and favourable consideration of Government.

'COPY'

Secretary.

Copy of letter dated the 3rd October 1913, from Dr. Moore , to the Secretary, Industries and Commerce Committee of the Mysore -- Economic Conference.

==========

I have the honour to acknowledge receipt of your No.336/En.2 of the 18th inst, for which I thank you and in reply thereto, I beg to state that subject to the modifications herein suggested I am willing to accept the concessions offered by the Government of Mysore

As Mr. Pell will be in Bangalore about this month and I should esteem it a favour if you could arrange an appointment with him in order to discuss the final details.

I herewith tender suggested amendments:--

1. Agreed to.
2. As this stands it would mean whole duty would have to be paid to the Government of Mysore on exports to India from the Mysore State, in addition to the half duty already to be paid to the Mysore Government, thus placing us at such a disadvantage again imported alcoholics, that business outside the State would be impossible. The Collector of Excise, Bombay, states that alcoholic preparations for sale in India should be manufactured in bond or in some place that may be checked by Government absolutely duty free, when duty would be collected by permission of the Government of India on passing the Border, This is already in practice in the Baroda State.
3. Agreed to.
4. Agreed to. Might I suggest a grant of land either at once or later for the purpose of experimental growing of Medicinal plants, etc.

Capital. This condition is agreed to. ✓

Apprentices. In regard to this, unless the Government of Mysore is the entire holder of the share capital it would be obviously unfair to the Company, that the Government should have the right

to

to nominate unconditionally any apprentice as this would place the affairs of the Company in a very awkward position should any differences arise between the Management and such apprentices, owing to improper conduct, incompetency, or other causes. The Company would be quite willing to receive suggestions and nominations from the Government of Mysore and will in fact welcome them, but must retain the right to decline to accept anyone whom in their opinion would be unsuitable.

I do not anticipate there would be any such apprentices offered, but it is only a fair business precaution to state this.

Yours Secretary.

cas

Proceedings of the 22nd meeting of the Industries and Commerce Committee held on the 25th October 1913.

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3. CONCESSIONS TO BE RECOMMENDED FOR THE ESTABLISHMENT OF PHARMACEUTICAL WORKS IN BANGALORE.

Abstract of discussion at the meeting of the Committee.

Mr.Chatterton explained that Mr. Pell had spoken to him regarding the conditions that Government had intimated their willingness to grant under certain conditions to Dr. Moore and Mr. Pell in the event of their starting Pharmaceutical and Chemical works in the Mysore State. Both of them were prepared to accede to the terms proposed except as regards the payment of half duty on chemicals containing alcohol exported to British India and the unconditional right to nominate apprentices (for training that Government appeared) to have stipulated for

The terms proposed by Government as regards the payment of duty on goods exported out of Mysore would involve a levy of duty both in the Mysore State and British India and would severely handicap the company in competition with goods imported from Europ that would pay duty to only one Government, namely, the Government of India, Mr.Chatterton said that the chief market for the preparations made by the company could only be found outside the State in the wider sphere of British India, and to insist on the payment of duty on goods exported outside the State, which had of course to pay duty in the province of export, in British India would be to foredoom the undertaking to failure. He would suggest that the company be permitted to manufacture their goods in bond and that half duty be levied on preparations containing alcohol sold in the State for a period of five years, full duty being payable thereafter. He would permanently exempt from duty the goods sent out of the State. This was exactly the procedure adopted in Great Britain in the preparation of alcoholic drinks.

Mr. Chakravarti argued that as foreign liquors on which duty had been recovered on their entry into British India paid no duty to the Mysore Government when imported and sold in this State, he did not see why the Government of India should not be approached to accord a free entry into British India to goods that had paid full duty in Mysore. It was felt that this was a matter for negotiation with the Government of India and that the point might be provided for by a clause in the agreement with the new company that full duty would be leviable on all the goods containing alcohol manufactured if no duty were payable to the British Government on the export of such goods into British India.

The proposal put forward by the Company in the matter of training apprentices appeared to be fair. It was suggested that Government could hardly have contemplated the right to force unsuitable apprentices on the company. The reservation of the right to reject apprentices that are undesirable could not be denied to the company.

Resolution I

It was resolved that the modifications suggested by Dr. Moore in the concessions proposed by Government were reasonable and that Government be recommended to bestow favourable consideration on the proposals as finally suggested and pass early orders on the same.

K Subba Rao

for Secretary.

G.R.S. 28]

File No. 6[illegible]

Serial No. 32

*Diary No. of letter replied to*_____

Proceedings of the Government of His Highness the Maharaja of Mysore

GENERAL AND REVENUE SECRETARIAT.

( )

, *the* 191 .

READ—

Letter No.20 dated the 2nd July 1913 from the Secretary to the Mysore Economic Conference submitting an application

Date of issue 5/12/13

Signed by

ORDER THEREON—No

from Dr. J.M. Moore and Mr. A. Bell for certain concessions to enable them to start a factory, under the name of " The Mysore Chemical Industries Ltd", for the manufacture of pharmaceutical preparations, and

Order.

SUBJECT.

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form.)

Communicating
~~intimating~~ the recommendations of the Industries and Commerce Committee in the matter.

2. Correspondence on the above subject ending with letter* No.465 dated the 6th November 1913 from the same office.

* Paper under disposal.

ORDER THEREON. No. 6 : 56

It is reported that the applicants are prepared to start a factory for the manufacture of pharmaceutical preparations with a capital of Rs.5,00,000 if certain concessions are granted to them. The Industries and Commerce Committee consider that the applicants are likely to make the above undertaking a success and have accordingly commended their request for the favourable consideration of Government. In view of the recommendation and of the desirability of affording encouragement to an industry of this kind, the Government of H.H. the Maharaja are pleased to sanction

G.R.S. 27]

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form.)

the grant of the following concessions applied for by the promoters of the concern, subject to the conditions which will be mentioned below:-

(1) The Alcohol required for manufacture will be supplied to the Company from the Government Distillery at the cost price of manufacture.

(2) The manufacture of pharmaceutical preparations containing alcohol so supplied will be carried on under bond, the company defraying the expenses incurred by Government for suitable watch and ward in the interests of the Excise Revenue.

(3) All such preparations containing alcohol will be liable to sold in the State on payment of half the usual duty for a period of five years, full duty being levied thereafter, provided that such preparations do not compete with intoxicating liquors

G.R.S. 27]

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form.)

manufactured and sold by the Excise Department.

(4) All such preparations containing alcohol will be allowed to be exported to British India or other place outside Mysore, free of payment of any duty to the State, provided that full duty shall be payable to the State if no duty is levied in British India or other place of export.

(5) Government will grant a site for the factory in a locality approved by Government at a reasonable price if the land belongs to Government or at the actual cost of acquisition if private land has to be acquired for the purpose, and such site will not be liable to any Government tax or assessment for a period of 20 years or any shorter time during which the site is used for these works.

G.R.S. 27]

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form.)

(6) Government will also after the factory is started and is in - - working order be prepared to grant land on suitable terms for the purpose of experimental growing of medicinal plants &c.

2. The above concessions will be - - granted subject to the conditions that not less than

(1) half the subscribed capital of the company is continuously held by subjects of the Mysore State or other persons usually residing within the limits of the Mysore State including the C & M Station;

(2) The company shall train in all the processes of manufacture, apprentices, not exceeding six at a time selected by Government in consultation with the company; and

(3) as a guarantee of good faith the applicants should immediately deposit to the credit of Government

5

G.R.S. 27]

GENERAL AND REVENUE SECRETARIAT.

(Continuation sheet draft form.)

in the Bank of Mysore an earnest money of Rs.5,000/- forfeitable to Government in the event of their failure to float the company and collect the necessary capital within a year from the date of this order. It may also be made clear to the applicants that no further help, pecuniary or other, should be expected from Government for the concern.

29/11/13

2.12.13.

CSB 28/11/13

Secretary to Govt.

(for Edn. and Agriculture.

To

The Secretary, Economic Confce.

The Excise Commissioner.

The Senior Surgeon.

The Comptroller.

The Director of Industries and Commerce.

C.S.

GPB—1,000—23-7-13

Encl.

OFFICE OF THE
DIRECTOR OF INDUSTRIES AND COMMERCE,
"RINGWOOD," HIGH GROUND,

No. 67

Bangalore,.....16th December.....*191*3.

DIARY No....4

1913-1914
SECTION G.M.
FILE No. 67 M/13
138

FROM

ALFRED CHATTERTON, ESQ., C.I.E.,
Director of Industries and Commerce in Mysore,
Bangalore.

To

The Secretary to the Government of His Highness the Maharajah of Mysore for Education and Agriculture, Bangalore.

SIR,

In reference to G.O. No. G.4508-12/G.M.67-13-132, dated the 15th December 1913, I have the honour to draw the attention of Government to the first condition on which the concessions to Messrs Pell and Moore are granted. This conditions runs as follows:-- "Not less than half the subscribed capital of the company is continuously held by the subjects of the Mysore State or other persons usually residing within the limits of the State including the Civil and Military Station". I venture to point out that this will place a very serious restriction on the transfer of shares subsequent to the establishment of the company, and will make it difficult to get share-holders to subscribe. I would suggest that the condition be modified as follows:--"Not less than half the capital is subscribed by the subjects of the Mysore State &tc" I have never heard of a case in which the transfer of shares was in any way restricted by the place of residence of the person who wishes to buy them. This is a very simple matter, but it will give rise to very serious difficulties in floatingthe company.

I have the honour to be,
Sir,
Your most obedient servant,

Alfred Chatterton

Director of Industries and Commerce.

(G. R. S. 26)

G. M. File No. 67/63
Serial No 147.

Diary No. of letter replied to

DO No. 1857.

General and Revenue Secretariat
( )
, *the* 191 .

To

H. A. Chatterton Esq C.I.E.
Dir of I & C in
Mysore

Date of issue 27.12.13.

Signed by L. B. Bowring

Dear Sir

With reference to your letter No. (047) of the 16th inst. suggesting a modification in one of the conditions on which certain concessions have been granted to Mr. Moore for starting a factory for the manufacture of pharmaceutical preparations, I am desired to invite your attention to

over.

SUBJECT.

Mr. Moore's letter of the 3rd
Oct. last (~~[illegible]~~ Copy of
which was ~~forwarded~~ with
your office letter No 465 dated
6th Nov 1913) wherein he
agrees to the condition that
"~~not less than~~ half the
subscribed capital of the
Company is continuously
held by the subjects of the
~~suppose~~ State or other persons
usually residing within
the limits of the State including
the Civil & Military Station".

I am to enquire therefore whether the modification now suggested has emanated from the promoters themselves or whether it is at your own instance.

In the circs it seems doubtful whether any modification as suggested by you is necessary at present.

List of enclosures.

Copied by KR 24/12/13
Examined by

GPB—25,000—8-8-11.

61 p

DIARY NO. 47

Sassoon House,
7, Elphinstone Circle,
Bombay.

Bombay 23rd December 1913.

Balasundaraiyer Esq,
Secretary
Mysore Economic Conference.
Bangalore.

Sir,

I have the honour to acknowledge with thanks your D.O.No.628 the 18th instant, enclosing copy of Government Order No. G 4058-12/67-13-132 dated the 15th December 1913, granting concessions to Moore and myself to start a factory for the manufacture of aceutical Preparations in the Mysore State.

The amount to be deposited in the Bank of Mysore as guarantee has dy been forwarded.

I would point out that the first condition would put a very irable restriction on the transfer of shares after the Company is at and should be glad if you would ask the Government to notify it as ws:-

Not less than half the capital of the Company shall be subscribed e subjects of the Mysore State &c.'

The name of the new Company will be 'The Mysore Pharmaceuticals Ltd'. will distinguish it from other chemical concerns.

Sassoon House,
7, Elphinstone Circle,
Bombay.

Bombay 23rd December 1913.

I have to thank you both you and the Government for all the courtesy that has been shown to me and will endeavour to do all I can in conjunction with my partner to further the policy of your progressive Government.

I have the honour to be,
Dear Sir,
Your most obedient servant

A. Yelle

CODE-5TH EDITION A.B.C.
ALL COMMUNICATIONS TO BE ADDRESSED TO THE MANAGER.

No. 4 1/32

DIARY No. 4419

1913-14
SECTION G. M.
FILE No. 67-13
No. 151.

63

The Bank of Mysore, Ltd.,

Bangalore, 5th December

245

1913-14
Bang

The Financial Secretary
to the Government of Mysore,
Bangalore.

Dear Sir,

We beg to advise having this day received Rs.5000/- by Bombay from Mr. A. Bell as earnest money on behalf of the Pharmaceuticals, Ltd., which amount we hold at your disposa

Yours faithfullly,

Manager.

G. R. S. 26]

File No.

Serial No.

Diary No. of letter replied to

No. 5419

General and Revenue Secretariat

( )

, *the* 191 .

Date of issue 17.1.01

Signed by

To

A. Pell Esq^r
Sassoon House
7. Elphinstone Circle,
Bombay

Sir,

I am directed to acknowledge the receipt of your letter of the 23rd ultimo and, with reference to the suggested modification of the condition that half the subscribed capital of the Company should be confined to the subjects of the Ottoman State, I am to

over.

SUBJECT.

invite your attention to Dr. Morse's letter of the 3rd October last to the Secretary to the Industries & Commerce Committee of the Imperial Economic Conference, in which he has expressed an unqualified assent to the said Condition.

I have.

C88
13/1/14

W. Secy to Govt

List of enclosures.

Copied by

Examined by

GPB—25,000—8-8-11.

60

G. R. S. 26] 24/1

4419

File No. 62

Serial No. 49

Diary No. of letter replied to ——

No. G 5572

General and Revenue Secretariat

( )

, the 191 .

To

The Manager

Bank of Mysore

Date of issue 27.1.'14

Signed by H. Rama Rao

Sir,

With reference to your note G 1/32 of 31.12.13 intimating receipt on the 31st December last date of Rs 5000/- from Mr A Pell as earnest money on behalf of the Mysore Pharmaceuticals Ltd, I am to request that the said amount may be held as a fixed deposit for one year

over.

SUBJECT.

BM/25.1.14

To the credit of the Insane
Asst
Sheave etc
C&B 14/1/14
Asst Sec'y, Est'd
WR

List of enclosures,

Copied by

Examined by

GPB—25,000—8-8-11.

65

CODE-5TH EDITION A.B.C.
ALL COMMUNICATIONS TO BE ADDRESSED TO THE MANAGER.

DIARY No. 5500

The Bank of Mysore, Ltd.,

Bangalore, 28th January 1914

No. G.2/1706

Bv V

Put up letter & compln
secy with the receipt for
safe custody & return sometime
before closing of the year
C&S 4/2/14

G.Dn 67-13-176

S. Balasundaraniyer, Esq.,
Secretary to Govt. in the Depts.,
of Education, Agriculture, Industries & Commerce,
Bangalore.

Dear Sir,

In terms of your letter No.G.5692/ G.Dn.67-13-176 of the 27th instant, we beg to hand you herewith our Fixed Deposit receipt No.2/49 for Rs.5000/-

Please own receipt.

Yours faithfully,

Manager.

DRB/

G. R. S. 26]

X

File No.

Serial No.

Diary No. of letter replied to

No.

General and Revenue Secretariat

( )

, the *191* .

To

The Comptroller
Mysore Govt

Date of issue 7.2.14

Signed by Mr. S.P. Rajagopalachar

Sir

Adverting to the last para of Govt Procgs. No. G 4538-12 | G. M. 67-13-132 dated 15th Dec^r 1913 granting certain concessions to Dr J. M. Moore and Mr. A. Bell to enable them to start a factory for the manufacture of pharmaceutical preparations

cont.

SUBJECT.

I am directed to forward herewith ~~xxxx~~ fixed deposit receipt No. 2/49 issued by the Mysore Bank for Rs 5000/- being the earnest money paid by Mr. Bell to the Bank to the Credit of Govt. on behalf of the Mysore Pharmaceuticals Ltd. x in a sealed Cover.

I am to request that it may be arranged to be kept in safe custody and and returned to this office ~~two weeks before the expiry~~ of a year about the latter part of Novr next. An acknowledgment is enclosed

List of enclosures,

I have &c

Secy L.F.A

Copied by

Examined by

GPB—25,000—8-8-11.

G. R. S. 26]

G.A. - File No. 5

Serial No.

Diary No. of letter replied to ——

No. G. 7015

General and Revenue Secretariat

( )

, the *191* .

To

A. Bell Esq

Sassoon House

7, Elphinstone Circle

Bombay

Date of issue 5.3.14.

Signed by Sh. S. P. Vajapeyi
Chief

Sir

With refee to the correspondence ending with this office letter No. G 5419/C 67-12-160 dated 17th Jan last I am directed to state that intimation has been received from the Mysore Bank to the effect that a sum of Rs 5000/- (five thousand only) —

over.

SUBJECT

was paid by you to the
Bank on the 31st Dec 1963
as earnest money on
behalf of the "Surya Ole
Pharmaceuticals Ltd"

I have le

SM

~~for Secy & T A~~

SM

List of enclosures,

Copied by

Examined by

GPB—25,000—8-8-11.

G.R.S. 13]

73

Routine Notes.

[To be used only for notes, requisitions, etc., not intended for permanent record.]

Budget and Resource Department.

OFFICE OF THE COMPTROLLER, MYSORE GOVERNMENT.

Dated Bangalore, the 11th February 1914.

13

No. A. B & R / 80

To

The Secretary to Government,
Departments of Education, Agriculture,
Industries & Commerce

Sir,

I have the honor to acknowledge the receipt of the following, with your letter No. G.6103 dated 9th February 1914.

Said G.N.67-13-180
Sealed cover containing My Fixed Deposit Receipt No. 2 issued by the Mysore Bank for Rs 5000/- being earnest money paid by 49
Mr. A. Bell to the Credit of Govt of Mysore on behalf of the Mysore Pharmaceuticals.

DIARY No. 3224-5-912/13

12/3-1914
SECTION G. M.
FILE No. 67/13
S. FINAL No. 210

I have the honor to be,
Sir,
Your most obedient servant,

S. Shamanna
Asstt Comptroller,
Mysore Government.

Straller's letter
1-2-14 is
the Secy to Govt
tion, Agriculture
ence Created
& with in

the receipt-
ved to Br. V

Br V.

N.B.—Should routine notes be written on small slips, the notes must be copied, or slips pasted on this form.

GPB—20,000—23-12-13

G. R. S. 26]

G. Sec File No. 6) 6/13
Serial No. 2

Diary No. of letter replied to C.S.M.

(1)
No.

General and Revenue Secretariat

( )

, *the* *191* .

To * Tell, Esq M.P.S., F.C.S.
~~Sassoon House~~
West End Hotel,
~~Elphinstone Circle~~
Bangalore
~~Bombay~~

Date of issue 1/1/1

Signed by M. M.K.

Sir

With refce to the correspondence ending with this office letter No G 7043 dated 5th March 1914, I am directed to invite your attention ~~to~~ to Govt Procgs No G 4508-12/ G. Sec 67-13-132 dated 15th Dec 1913 ~~according~~ sanctioning over

SUBJECT.

the grant of concessions for
starting a factory for
the manufacture of
pharmaceutical preparations
and to request to be informed
what progress has been
made in regard to the
floating of the Loan and
the collection of capital.

The favour of a very
early reply is ~~solicited~~ requested

I have &c

Hon
Sir Secy C+A
SR

List of enclosures

Copied by

Examined by

GPB—25,000—4-3-13

DIARY No. 1756 '15

SEC 9 M

No. 6796/13

No. 375

PROPRIETORS:
SPENCER & CO., Ltd.

WEST END HOTEL.

TELEGRAMS:
WESTEND.

Bangalore, 1/2/15

C.S.Balasundaram Iyer Esq. B.A.,

Departments of Education and Agriculture

Sir,

Replying to your communication of the 28th ult. I have the honour to state that the Company has been duly registered, the land acquired, the building started, and the crude materials, also the initial Machinery, is here ready to start as soon as the building is up. I have had a good deal of trouble in getting necessary sanctions, licenses &c. but hope shortly to commence working. The advertisements asking for further capital from the public will appear in various newspapers this week.

I have to thank you for all the trouble you have taken over this matter, and will call and see you in the near future, giving you further particulars as to progress.

I have the honour to be,

Sir,

Your most obedient servant,

Of the " Mysore Pharmaceuticals Ltd."

Concessions asked by the Promoters.	Concessions recommended by the Industries and Commerce committee	Opinion of the Excise and Second Councillor [Vide note dated 23rd July
) Right to purchase nd export alcohol as means of manufacture nd as a constituent of ertain pharmaceutical preparation free of duty.	(1) Right to purchase alcohol at cost price, free of duty, for purposes of manufacture, provided the factory is regarded as a bonded warehouse.	(1) 1,000 gallons every m be given duty free, and gallons may be charged half duty.
	(2) Right to export outside the State chemical preparations containing alcohol, free of duty where duty will have to be paid in the place of destination.	(2) The duty on articles co outside the State may be
	(3) Right to sell preparations referred to in para (2) above within the State, free of duty, for a period of 5 years and thereafter on payment of usual duty.	(3) The duty on articles co within the State, may be re for the period recommended thereafter; if the finished pro should be found to contain quantities of alcohol as ma

ommissioner 913]	Opinion of the Dewan [Vide note dated 26th July 1913]	Opinion of the Financial Secretary [Vide note dated 1st August 13]	Opinion of the First Councillor. [Vide note dated 5th August 13.
nth may 2,500 ith . - - . -	(1) It would be a liberal concession to supply 1,000 gallons every month duty free & 2,500 gallons on payment of half duty subject to certain restrictions.	(1) I do not think that any concession beyond granting alcohol at half duty for 5 years only is really called for.	(1) I am unable to support the grant of any further Concessions than those recommended by the Financial Secretary.
Sumed remitted.	(2) May be Sanctioned for a period of 5 years for the present.	(2) No objection for 5 years for the present. May perhaps be continued afterwards.	(2) About duty on products exported, we may follow the same rule as applies to Spirits exported for Consumption outside.
Sumed mitted and even oducts uch Small not be	(3) May be Sanctioned for a period of 5 years for the present.	(3) Can be allowed for a limited period only & provided that nothing is manufactured or Sold with which though technically a pharmaceutical	(3) Duty (if any) on manufactured products may be excused for five years, provided, of course they do not compete with the intoxicant liquors
P. T. O.		P. T. O.	P. T. O.

ion of the Dewan	Opinion of the Financial Secretary	Opinion of the First Councillor.
	preparation can be used as an intoxicant. Nothing can be allowed which will affect the Excise revenue	Sold within the State
May be sanctioned.	(4) No objection.	(4) If waste lands are available, the extent asked for may be given free of tax for 20 years or as long as the place is used for these works.

Concessions asked by the Promoters	Concessions recommended by the Industries and commerce committee	Opinion of the Excise Co and Second Councillor.
		used as intoxicants, they also be exempted as in the of drug-compounds.
(2) If practicable, grant of ten acres of land near Bakefore and the Railway, on which to erect laboratories, Storehouses, residential quarters etc	(4) Govt. land if available may be granted for site of factory at reasonable price. In case private land has to be acquired, the land should be transferred to the Company for cost of acquisition.	(4) Nil.